

# CITY OF LOS ANGELES

CALIFORNIA



ANTONIO R. VILLARAIGOSA  
MAYOR

**JUNE LAGMAY**  
City Clerk

**HOLLY L. WOLCOTT**  
Executive Officer

When making inquiries relative to  
this matter, please refer to the  
Council File No.

Office of the  
CITY CLERK

Council and Public Services  
Room 395, City Hall  
Los Angeles, CA 90012  
General Information - (213) 978-1133  
Fax: (213) 978-1040

**SHANNON HOPPE**  
Council and Public Services  
Division

[www.cityclerk.lacity.org](http://www.cityclerk.lacity.org)

May 14, 2013

To All Interested Parties:

**Chief Legislative Analyst**

I HEREBY CERTIFY that the City Council adopted the action(s), as attached, under  
Council File No. 13-0002-S40, at its meeting held May 7, 2013.

City Clerk  
OS

cc: 8 Certified copies sent to Sacramento Representatives

Mayor's Time Stamp  
OFFICE OF THE MAYOR  
RECEIVED  
2013 MAY 10 AM 10:20  
CITY OF LOS ANGELES

City Clerk's Time Stamp  
CITY CLERK'S OFFICE  
2013 MAY 10 AM 10:01  
CITY CLERK  
BY \_\_\_\_\_  
DEPUTY

**FORTHWITH**

SUBJECT TO THE CONCURRENCE OF THE MAYOR

COUNCIL FILE NO. 13-0002-S40

COUNCIL DISTRICT \_\_\_\_\_

COUNCIL APPROVAL DATE May 7, 2013

RE: THE CITY'S POSITION TO SUPPORT THE CALIFORNIA HOMES AND JOB ACT OF 2013, SENATE BILL (SB) 391 (DESAULNIER).

LAST DAY FOR MAYOR TO ACT MAY 20 2013  
[10 Day Charter requirement as per Charter Section 231(h)]

**DO NOT WRITE BELOW THIS LINE - FOR MAYOR USE ONLY**

APPROVED  
✓

\*DISAPPROVED  
\_\_\_\_\_

\*Transmit objections in writing pursuant to Charter Section 231 (h)

DATE OF MAYOR APPROVAL OR DISAPPROVAL MAY 10 2013

[Signature]  
MAYOR

RECEIVED  
CITY CLERK'S OFFICE  
2013 MAY 13 PM 12:43  
BY \_\_\_\_\_  
CITY CLERK  
DEPUTY

42

TO THE COUNCIL OF THE  
CITY OF LOS ANGELES

Your **RULES, ELECTIONS AND INTERGOVERNMENTAL RELATIONS** Committee

reports as follows:

RULES, ELECTIONS AND INTERGOVERNMENTAL RELATIONS COMMITTEE REPORT and RESOLUTION relative to the City's position to support the California Homes and Job Act of 2013, Senate Bill (SB) 391 (DeSaulnier).

Recommendation for Council action, as initiated by Resolution (Reyes - Alarcón), SUBJECT TO THE CONCURRENCE OF THE MAYOR:

ADOPT the accompanying RESOLUTION to include in the City's 2013-14 State Legislative Program SUPPORT for SB 391 (DeSaulnier), the California Homes and Job Act of 2013, which would establish a permanent source of funding for affordable housing by imposing a \$75 recordation fee on real estate documents, excluding documents related to the sale of property, and SEEK AMENDMENTS to ensure that revenue generated in Los Angeles from the California Homes and Job Act of 2013 is reinvested in Los Angeles affordable housing projects to fill the critical deficiency in housing that is affordable to Los Angeles residents.

Fiscal Impact Statement: None submitted by the Chief Legislative Analyst (CLA). The City Administrative Officer has not completed a financial analysis of this report.

Community Impact Statement: None submitted.

Summary:

At its regular meeting of April 19, 2013, the Rules, Elections and Intergovernmental Relations Committee considered a CLA report dated April 16, 2013 and Resolution (Reyes - Alarcón) relative to the City's position to support SB 391 (DeSaulnier) which would establish a permanent source of funding for affordable housing by imposing a \$75 recordation fee on real estate documents, excluding documents related to the sale of property.

During the meeting, a revised Resolution was submitted into the record by the maker of the original Resolution and is attached to Council File No. 13-0002-S40, along with the CLA report which provides additional background information. The revised Resolution seeks amendments to ensure that revenue generated by the California Home and Jobs Act of 2013 is reinvested in affordable housing projects in Los Angeles.

After providing an opportunity for public comment, the Committee recommended that Council adopt the accompanying revised Resolution. This matter is now forwarded to Council for its consideration.

Respectfully submitted,

RULES, ELECTIONS AND INTERGOVERNMENTAL RELATIONS COMMITTEE

*Henry Hand*  
MAY 03 2013 - CONTINUED TO ~~MAY 7 2013~~

MEMBER      VOTE  
WESSON:      YES  
LABONGE:      YES  
HUIZAR:      ABSENT

**ADOPTED**

REW  
4/24/13  
13-0002-S40\_rpt\_reir\_4-19-13

MAY 07 2013

Not Official Until Council Acts

LOS ANGELES CITY COUNCIL

MAYOR WITH FILE

TO THE MAYOR FORTHWITH

# SUBSTITUTE 42

## RESOLUTION

WHEREAS, any official position of the City of Los Angeles with respect to legislation, rules, regulations, or policies proposed to or pending before a local, state or federal governmental body or agency must have first been adopted in the form of a Resolution by the City Council with the concurrence of the Mayor; and

WHEREAS, of the 3.7 million people living in Los Angeles' housing units, 2.2 million (or 60 percent) are living in rental units, with the majority of the renters (59 percent) classified as rent burdened as they are paying more than 30 percent of their income on rent; and

WHEREAS, the City needs an adequate supply of affordable housing that does not burden families and erode their capability to pay for medical costs, transportation, groceries and other necessities; and

WHEREAS, the economic crisis has decimated federal and state financing used by the City for affordable housing, with the City's share of the federal Community Development Block Grant cut by \$12 million (18%), the HOME program by \$17 million (44%), and the state's elimination of redevelopment agencies, which resulted in a loss of approximately \$50 million annually; and

WHEREAS, currently pending in the State Legislature is SB 391 (DeSaulnier), the California Homes and Jobs Act of 2013, which would establish a permanent source of funding for affordable housing by imposing a \$75 recordation fee on all real-estate documents, excluding documents related to the sale of property, to yield an average of \$500 million per year that is estimated to leverage \$2.78 billion in federal, local and private dollars; and

WHEREAS, funds could be used for the purpose of supporting the development, acquisition, rehabilitation, and preservation of housing affordable to low- and moderate-income households, including, but not limited to, emergency shelters; transitional and permanent rental housing, including necessary service and operating subsidies; foreclosure mitigation; and homeownership opportunities; and

WHEREAS, SB 391 would help the City of Los Angeles supply much needed affordable housing to better fulfill its Regional Housing Needs Allocation (RHNA);

NOW, THEREFORE, BE IT RESOLVED, with the concurrence of the Mayor, that by the adoption of this Resolution, the City of Los Angeles hereby includes in its 2013-2014 State Legislative Program SUPPORT of SB 391 (DeSaulnier), the California Homes and Jobs Act of 2013, which would establish a permanent source of funding for affordable housing by imposing a \$75 recordation fee on real-estate documents, excluding documents related to the sale of property, and to SEEK AMENDMENTS to include cities in the development of the funding allocation formula to ensure equitable distribution of funds.

**ADOPTED**  
*in lieu of Original*  
MAY 07 2013

PRESENTED BY *Ed P. Reyes*  
ED P. REYES  
Councilmember, 1<sup>st</sup> District

ORIGINAL

*[Signature]*  
LOS ANGELES CITY COUNCIL  
TO THE MAYOR FORTHWITH

MAY 7 2013

SECONDED BY *Mark J. Warrick*

## RESOLUTION

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WHEREAS, the City needs an adequate supply of affordable housing that does not burden families and erode their capability to pay for medical costs, transportation, groceries and other necessities; and

WHEREAS, the economic crisis has decimated federal and state financing used by the City for affordable housing, with the City's share of the federal Community Development Block Grant cut by \$12 million (18%), the HOME program by \$17 million (44%), and the state's elimination of redevelopment agencies, which resulted in a loss of approximately \$50 million annually; and

WHEREAS, currently pending in the State Legislature is SB 391 (DeSaulnier), the California Homes and Jobs Act of 2013, which would establish a permanent source of funding for affordable housing by imposing a \$75 recordation fee on all real-estate documents, excluding documents related to the sale of property, to yield an average of \$500 million per year that is estimated to leverage \$2.78 billion in federal, local and private dollars; and

WHEREAS, funds could be used for the purpose of supporting the development, acquisition, rehabilitation, and preservation of housing affordable to low- and moderate-income households, including, but not limited to, emergency shelters; transitional and permanent rental housing, including necessary service and operating subsidies; foreclosure mitigation; and homeownership opportunities; and

WHEREAS, SB 391 would help the City of Los Angeles supply much needed affordable housing to better fulfill its Regional Housing Needs Allocation (RHNA); and

WHEREAS, the City of Los Angeles seeks amendments to SB 391 to ensure that revenue generated in Los Angeles from the California Homes and Jobs Act of 2013 is reinvested in Los Angeles affordable housing projects to fill the critical deficiency in housing that is affordable to Los Angeles residents;

NOW, THEREFORE, BE IT RESOLVED, with the concurrence of the Mayor, that by the adoption of this Resolution, the City of Los Angeles hereby includes in its 2013-2014 State Legislative Program SUPPORT of SB 391 (DeSaulnier), the California Homes and Jobs Act of 2013, which would establish a permanent source of funding for affordable housing by imposing a \$75 recordation fee on real-estate documents, excluding documents related to the sale of property, and to SEEK AMENDMENTS to ensure that revenue generated in Los Angeles from the California Homes and Jobs Act of 2013 is reinvested in Los Angeles affordable housing projects to fill the critical deficiency in housing that is affordable to Los Angeles residents.

MAY 07 2013 Received and Filed